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FCC GRANTS ACS OF ANCHORAGE, INC. FORBEARANCE RELIEF IN THE ANCHORAGE, ALASKA STUDY AREA

Commission Relies on Substantial Evidence of Intermodal Competition

Washington, D.C. – The Federal Communications Commission (Commission) today grants in part, subject to specific conditions, a petition for forbearance filed by ACS of Anchorage, Inc. (ACS) seeking relief from section 251(c)(3) unbundling obligations and section 252(d)(1) pricing obligations that apply to it as the incumbent telephone company in the Anchorage, Alaska local exchange carrier study area (Anchorage study area). Because of the particular market characteristics of the Anchorage study area, including the substantial infrastructure investment made by General Communication Inc. (GCI) in its competitive network, the Commission has determined to relieve ACS of certain legacy monopoly regulations.

The Commission grants ACS relief in targeted areas where intermodal deployment is extensive. First, the Commission grants ACS relief from section 251(c)(3) unbundling obligations and section 252(d)(1) pricing obligations in 5 of the 11 wire centers in the Anchorage study area, where the level of facilities-based competition by GCI ensures that market forces will protect the interests of consumers and that such regulation, therefore, is unnecessary. Second, as a condition of today's Order, the Commission requires ACS to make loops and certain subloops available in those wire centers where we grant relief, by no later than the end of the transition period, at the same rates, terms and conditions as those negotiated between GCI and ACS in Fairbanks, Alaska until commercially negotiated rates are reached. Third, the Commission creates a one-year transition period before the forbearance grant takes effect.

Action by the Commission, December 28, 2006, by Memorandum Opinion and Order. Chairman Martin and Commissioner Tate, with Commissioners Copps and Adelstein concurring, and Commissioner McDowell not participating.

WC Docket No. 05-281

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